COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF NORTHEAST WOODFORD WATER) CASE NO. 2007-00176
DISTRICT)

<u>O R D E R</u>

On May 2, 2007, Northeast Woodford Water District ("Woodford") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Woodford purchases water from the city of Versailles ("Versailles").
- 2. Versailles notified Woodford that, effective May 10, 2007, Versailles' wholesale water rate to Woodford would increase from the two step rate design of \$2,253.55 for the first 1,000,000 gallons and \$2.00 per 1,000 gallons for usage over 1,000,000 gallons to a flat rate design of \$2.20 per 1,000 gallons. Woodford proposes to increase the water rates to its customers effective May 10, 2007.
- 3. During the 12 months ending December 31, 2006, Woodford purchased 171,204,000 gallons from Versailles and sold 133,948,000 gallons. The increase in the cost of purchased water is \$34,241, resulting in a purchased water adjustment of \$0.26 per 1,000 gallons.

4. The purchased water adjustment of \$0.26 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. Woodford's proposed rates are approved.
- 2. The purchased water adjustment of \$0.26 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after May 10, 2007.
- 3. Within 20 days of the date of this Order, Woodford shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 29th day of May, 2007.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2007-00176 DATED MAY 29, 2007

The following rates and charges are prescribed for the customers in the area served by Northeast Woodford Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

<u>5/8" x 3 /4" Meter</u>				
First	2,000	gallons	\$ 11.79	Minimum bill
Next	2,000	gallons	4.22	per 1,000 gallons
Next	6,000	gallons	3.77	per 1,000 gallons
All Over	10,000	gallons	3.26	per 1,000 gallons
2" Meter				
First	20,000	gallons	\$75.45	Minimum bill
All Over	20,000	gallons	3.26	per 1,000 gallons